

Annual accounts
for
Tree Partner Solutions AB (Publ.)
559417-5514

Financial year
2023-01-11 - 2023-12-31



The Board of Directors and the Managing Director of Tree Partner Solutions AB (Publ.) present the following annual report for the financial year 2023-01-11 - 2023-12-31, which is the Company's first year of operation.

The annual report is prepared in Swedish kronor (SEK). Unless otherwise stated, all amounts are in thousands of SEK (TSEK). Figures in brackets refer to the previous year.

Management report

The activities

General information on activities

The Company's purpose is to conduct forestry that creates added value for both people and nature. The business includes financing, acquiring and managing rights in the timber and forest industry sector, to promote sustainability at a global level and conduct related activities.

Existing forest resources are mainly planted in semi-desert areas together with poor farmers. The trees are mainly planted in agroforestry, i.e. farming models where farmers combine both agriculture and forestry.

In the long term, the Company is working to be able to offer major asset managers and funds the opportunity to participate in forest values. To accelerate the planting of new forests in semi-desert areas with positive ecological and social effects as a result.

Planting by small local farmers in agroforestry helps to increase biodiversity, create carbon sequestration and strengthen local communities. At the same time, selected tree species from the Melia family can eventually help to replace other tree species with high economic values that are currently being illegally harvested in other parts of the world.

The Company is based in Hisings Kärra.

Significant events during the financial year

In 2023, the Company was started by contractually taking over the value of a forest asset financed through crowdfunding. This has involved extensive legal restructuring of all parties' agreements, as well as an investigation of rights to be able to link the Company's forest values to felling rights.

The investigation work was already started in spring 2022 by the Company's founders and main shareholders. In order to gather the previously crowdfunded investors in 2023 and thus secure their investment through the Company, for this, shares in the Company were exchanged for their previous certificates. During the summer of 2023, an issue in kind was therefore opened to issue the owners and it was finalised until the New Year.

Multi-year overview (TSEK)	2023
Net turnover	0
Profit after financial items	-3 637
Equity ratio (%)	99,5

Changes in equity (TSEK)

	Stock capital	Write up reserve	Balanced result	Year result	Total
New formation	500				500
Issue in kind	3 557	595 613			599 170
Shareholders' contributions received			420		420
Result for the year				-3 637	-3 637
Amount at year-end	4 057	595 613	420	-3 637	596 453

Conditional shareholder contributions not yet repaid totalled 420 000 at the balance sheet date.

Profit and loss account

The Board of Directors proposes to recognise the accumulated loss (SEK):

retained earnings	420 000
loss for the year	-3 636 555
	-3 216 555
treated so that in new account is transferred	-3 216 555
	-3 216 555

The Company's results and financial position are shown in the following income statement and balance sheet with notes.

Income statement

Tkr

Distress 2023-01-11
-2023-12-31

Total operating income, changes in stocks, etc.		0
Operating expenses		
Other external costs		-3 374
Staff costs	2	-263
Total operating expenses		-3 637
Operating result		-3 637
Profit after financial items		-3 637
Profit before tax		-3 637
Result for the year		-3 637



Balance sheet

Dis 2023-12-31

Tkr

ASSETS

Fixed assets

Intangible fixed assets

Concessions, patents, licences, trademarks and
similar rights

3 599 170

Total intangible fixed assets

599 170

Total fixed assets

599 170

Current assets

Cash and bank

Cash and bank

47

Total cash and bank balances

47

Total current assets

47

TOTAL ASSETS

599 217



Balance sheet

Dis

2023-12-31

Tkr

EQUITY AND LIABILITIES

Equity Restricted

equity Share capital

4 057

Revaluation reserve

4

595 613

Total restricted equity

599 670

Unrestricted equity

Retained earnings

420

Result for the year

-3 637

Total non-restricted equity

-3 217

Total equity

596 453

Current liabilities

Liabilities to group companies

76

Other liabilities

30

Accrued expenses and deferred income

2 658

Total current liabilities

2 764

TOTAL EQUITY AND LIABILITIES

599 217



Notes

Tkr

Note 1 Accounting policies

General information

The annual report has been prepared in accordance with the Annual Accounts Act and the Swedish Accounting Standards Board's general advice (BFNAR 2016:10) on annual accounts for small companies.

Note 2 Average number of employees

	2023-01-11
	-2023-12-31
Average number of employees	0

Staff costs refer to Board fees and their employer contributions.

Note 3 Concessions, patents, licences, trademarks and similar rights

Refers to logging rights of Mahogany trees in Kenya and Uganda.

	2023-12-31
Issues in kind	599 170
Closing accumulated cost	599 170
Closing net book value	599 170

According to the net asset value calculation as of 31 December 2023, these felling rights are worth approximately SEK 1,582,777 thousand.

Note 4 Revaluation reserve

Refers to value from non-cash issues in 2023 that are not share capital.

	2023-12-31
Allocation to the Fund during the financial year	-595 613
Amount at year-end	-595 613

The date shown on my electronic signature



Jakob Alf Vilhelm Eriksson Saternus
Chairman



Isabelle Madelene Saternus



All Alina Lundberg



Rickard Carl Wilhelm Isaksson Managing
Director

My audit report was submitted on the date indicated by my electronic signature



Nils Gustaf Peter Gårdström
Auditor

Auditor's report

To the Annual General Meeting of Tree Partner Solutions AB (Publ.)

Org.nr 559417-5514

Report on the annual accounts

Statements

I have audited the annual accounts of Tree Partner Solutions AB (Publ.) for the financial year 2023-01-11 - 2023-12-31.

In my opinion, the annual accounts have been prepared in accordance with the Annual Accounts Act and present fairly, in all material respects, the financial position of Tree Partner Solutions AB (Publ.) as of 31 December 2023 and its financial performance for the year then ended in accordance with the Annual Accounts Act.

The Directors' Report is consistent with the other parts of the annual accounts.

I therefore recommend that the General Meeting adopt the income statement and balance sheet.

Basis for statements

I conducted my audit in accordance with International Standards on Auditing (ISA) and generally accepted auditing standards in Sweden. My responsibilities under those standards are further described in the *Auditor's Responsibilities* section. I am independent of Tree Partner Solutions AB (Publ.) in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled my ethical responsibilities in accordance with these requirements.

I believe the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation and fair presentation of these annual accounts in accordance with the Annual Accounts Act. The Board of Directors and the Managing Director are also responsible for such internal control as they determine is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors and the Managing Director are responsible for the assessment of the Company's ability to continue as a going concern. They disclose, as appropriate, matters that may affect the going concern assumption.

However, the assumption of going concern does not apply if a decision has been made to discontinue operations.

Auditor's responsibility

My objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, I exercise professional judgement and maintain professional scepticism throughout the audit. In addition:

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- identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, and design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for a material misstatement resulting from error, because fraud may include collusion, forgery, intentional omissions, misrepresentation, or override of internal control.

- obtain an understanding of the Company's internal control relevant to my audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors and the Managing Director.

- I conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting in preparing the annual accounts. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion on the financial statements. My conclusions are based on the audit evidence obtained up to the date of the audit report. However, future events or conditions may cause a company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

I must inform the board of directors, among other things, of the planned scope and timing of the audit. I must also communicate significant audit findings, including any significant deficiencies in internal control that I have identified.

Report on other legal and regulatory requirements

Statements

In addition to my audit of the annual accounts, I have also audited the administration of the Board of Directors and the Managing Director of Tree Partner Solutions AB (Publ.) for the financial year 2023-01-11 - 2023-12-31 and of the proposed appropriation of the Company's profit or loss.

I recommend that the General Meeting of Shareholders recognise the loss as proposed in the Directors' Report and discharge the members of the Board of Directors and the Managing Director from liability for the financial year.

Basis for statements

I conducted my audit in accordance with generally accepted auditing standards in Sweden. My responsibilities under those standards are further described in the *Auditor's Responsibilities* section. I am independent of Tree Partner Solutions AB (Publ.) in accordance with professional ethics for accountants in Sweden and have otherwise fulfilled my ethical responsibilities in accordance with these requirements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of the Board of Directors and the Managing Director

The Board of Directors and the Managing Director are responsible for the preparation of the annual accounts and that they give a true and fair view in accordance with the Annual Accounts Act. The Board of Directors and the Managing Director are for such internal control as they determine is necessary to enable the preparation of

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annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors and the Managing Director are responsible for the assessment the company's ability to continue as a going concern. They disclose, where appropriate, matters that may affect the ability to continue as a going concern and to use the going concern basis of accounting. However, the going concern basis of accounting is not applied if a decision has been made to cease operations.

Auditor's responsibility

My objectives are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and generally accepted auditing standards in Sweden will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, I exercise professional judgement and maintain professional scepticism throughout the audit. In addition, I

- I identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinions. The risk of not detecting a material misstatement resulting from fraud is higher than the risk of not detecting a material misstatement resulting from error, because fraud may include collusion, forgery, intentional omissions, misrepresentations, or override of internal control.
- obtain an understanding of the company's internal control relevant to my audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of estimates made by the Board of Directors and the Managing Director in the financial statements and related disclosures.
- Conclude on the appropriateness of the Board of Directors' and the Managing Director's use of the going concern basis of accounting going concern basis in preparing the financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I must draw attention in my report, I must draw attention to the disclosures in the annual report about the material uncertainty or, if such disclosures are inadequate, modify the opinion on the the financial statements. My conclusions are based on the audit evidence obtained up to the date of the date of the audit report. However, future events or conditions may cause a company to cease to continue as a going concern.
- I evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

I am required to inform the Board of Directors of, among other things, the planned scope and timing of the audit. the timing of the audit. I am also required to communicate significant audit findings, including any significant deficiencies in internal control that I have identified.

Göteborg Sweden 2024-05-16



Nils Gustaf Peter Gårdström / Auditor

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